STATE RISK MANAGEMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF SEPTEMBER 30, 2004

	September-04					August-04				July-04				Current FYTD	Prior Year FY04	3 Years Ended 6/30/2004	5 Years Ended 6/30/2004
		Allocation		Quarter	Month		Allocation		Month		Allocation		Month				
	Market Value	Actual	Policy	Net ROR	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																	
Structured Growth																	
Los Angeles Capital	58,442	2.6%	2.7%	-4.14%	1.34%	55,513	2.5%	2.7%	-0.39%	55,756	2.5%	2.7%	-5.03%	-4.14%	N/A	N/A	N/A
Total Structured Growth	**58,442**	**2.6%**	**2.7%**	**-4.14%**	**1.34%**	**55,513**	**2.5%**	**2.7%**	**-0.39%**	**55,756**	**2.5%**	**2.7%**	**-5.03%**	**-4.14%**	**17.58%**	**-6.28%**	**-7.85%**
Russell 1000 Growth				*-5.23%*	*0.95%*				*-0.49%*				*-5.65%*	*-5.23%*	*17.88%*	*-3.74%*	*-6.48%*
Structured Value																	
LSV	**63,732**	**2.9%**	**2.7%**	**3.21%**	**3.01%**	**59,547**	**2.7%**	**2.7%**	**1.42%**	**58,698**	**2.7%**	**2.7%**	**-1.21%**	**3.21%**	**30.56%**	**9.33%**	**8.36%**
Russell 1000 Value				*1.54%*	*1.55%*				*1.42%*				*-1.41%*	*1.54%*	*21.13%*	*2.96%*	*1.87%*
Russell 1000 Enhanced Index																	
LA Capital	**124,498**	**5.6%**	**5.4%**	**-1.68%**	**1.72%**	**117,812**	**5.3%**	**5.4%**	**0.22%**	**117,610**	**5.4%**	**5.4%**	**-3.56%**	**-1.68%**	**N/A**	**N/A**	**N/A**
Russell 1000				*-1.81%*	*1.26%*				*0.49%*				*-3.51%*	*-1.81%*	*N/A*	*N/A*	*N/A*
S&P 500 Enhanced Index																	
Westridge	**120,973**	**5.4%**	**5.4%**	**-1.99%**	**0.93%**	**115,177**	**5.2%**	**5.4%**	**0.43%**	**114,742**	**5.2%**	**5.4%**	**-3.30%**	**-1.99%**	**N/A**	**N/A**	**N/A**
S&P 500				*-1.87%*	*1.08%*				*0.40%*				*-3.31%*	*-1.87%*	*N/A*	*N/A*	*N/A*
Index																	
State Street	36,412			-1.88%	1.08%	34,682			0.41%	34,547			-3.32%	-1.88%	19.01%	-0.75%	-2.28%
Total Index	**36,412**	**1.6%**	**1.8%**	**-1.88%**	**1.08%**	**34,682**	**1.6%**	**1.8%**	**0.41%**	**34,547**	**1.6%**	**1.8%**	**-3.32%**	**-1.88%**	**19.01%**	**-0.75%**	**-2.28%**
S&P 500				*-1.87%*	*1.08%*				*0.40%*				*-3.31%*	*-1.87%*	*19.11%*	*-0.70%*	*-2.21%*
TOTAL LARGE CAP DOMESTIC EQUITY	***404,057***	***18.1%***	***18.0%***	***-1.42%***	***1.57%***	***382,731***	***17.3%***	***18.0%***	***0.39%***	***381,353***	***17.4%***	***18.0%***	***-3.33%***	***-1.42%***	***21.46%***	***0.15%***	***-1.39%***
S&P 500				*-1.87%*	*1.08%*				*0.40%*				*-3.31%*	*-1.87%*	*19.11%*	*-0.70%*	*-2.21%*
SMALL CAP DOMESTIC EQUITY																	
Manager-of-Managers																	
SEI	***139,823***	***6.3%***	***6.0%***	***-3.60%***	***5.35%***	***119,135***	***5.4%***	***6.0%***	***-1.26%***	***120,696***	***5.5%***	***6.0%***	***-7.32%***	***-3.60%***	***32.99%***	***5.51%***	***N/A***
Russell 2000 + 200bp				*-2.36%*	*4.86%*				*-0.35%*				*-6.57%*	*-2.36%*	*35.99%*	*7.90%*	*N/A*
TOTAL SMALL CAP DOMESTIC EQUITY	***139,823***	***6.3%***	***6.0%***	***-3.60%***	***5.35%***	***119,135***	***5.4%***	***6.0%***	***-1.26%***	***120,696***	***5.5%***	***6.0%***	***-7.32%***	***-3.60%***	***32.99%***	***5.54%***	***7.29%***
Russell 2000				*-2.86%*	*4.69%*				*-0.51%*				*-6.73%*	*-2.86%*	*33.36%*	*6.24%*	*6.63%*
CONVERTIBLES																	
TCW	**246,545**	**11.0%**	**11.0%**	**-4.35%**	**1.31%**	**226,458**	**10.2%**	**11.0%**	**-0.54%**	**227,920**	**10.4%**	**11.0%**	**-5.08%**	**-4.35%**	**17.50%**	**1.03%**	**3.90%**
First Boston Convertible Index				*-1.05%*	*1.78%*				*-0.30%*				*-2.49%*	*-1.05%*	*14.16%*	*4.89%*	*5.75%*
DOMESTIC FIXED INCOME																	
Core Bond																	
Western Asset	**472,630**	**21.2%**	**20.0%**	**3.52%**	**0.25%**	**483,848**	**21.9%**	**20.0%**	**2.03%**	**474,406**	**21.7%**	**20.0%**	**1.20%**	**3.52%**	**2.42%**	**7.77%**	**8.10%**
Lehman Aggregate				*3.20%*	*0.27%*				*1.91%*				*0.99%*	*3.20%*	*0.32%*	*6.35%*	*6.95%*
Index																	
Bank of ND	**594,776**	**26.6%**	**30.0%**	**2.54%**	**0.16%**	**622,276**	**28.1%**	**30.0%**	**1.61%**	**612,382**	**28.0%**	**30.0%**	**0.77%**	**2.54%**	**0.07%**	**7.10%**	**7.25%**
Lehman Intermediate Gov/Credit (1)				*2.71%*	*0.17%*				*1.67%*				*0.84%*	*2.71%*	*-0.05%*	*6.97%*	*7.25%*
BBB Average Quality																	
Strong	**264,977**	**11.9%**	**10.0%**	**4.51%**	**0.70%**	**270,021**	**12.2%**	**10.0%**	**2.40%**	**263,633**	**12.0%**	**10.0%**	**1.35%**	**4.51%**	**1.18%**	**N/A**	**N/A**
Lehman US Credit BAA				*4.76%*	*0.75%*				*2.55%*				*1.40%*	*4.76%*	*1.96%*	*N/A*	*N/A*
TOTAL DOMESTIC FIXED INCOME	***1,332,383***	***59.6%***	***60.0%***	***3.27%***	***0.30%***	***1,376,145***	***62.2%***	***60.0%***	***1.91%***	***1,350,420***	***61.7%***	***60.0%***	***1.03%***	***3.27%***	***0.79%***	***7.00%***	***7.45%***
Lehman Gov/Credit				*3.56%*	*0.35%*				*2.12%*				*1.06%*	*3.56%*	*-0.72%*	*6.73%*	*7.10%*
CASH EQUIVALENTS																	
Bank of ND	***110,901***	***5.0%***	***5.0%***	***0.44%***	***0.15%***	***108,731***	***4.9%***	***5.0%***	***0.15%***	***108,730***	***5.0%***	***5.0%***	***0.14%***	***0.44%***	***1.20%***	***1.72%***	***3.39%***
90 Day T-Bill				*0.37%*	*0.13%*				*0.12%*				*0.12%*	*0.37%*	*0.98%*	*1.71%*	*3.30%*
TOTAL RISK MANAGEMENT FUND	**2,233,709**	**100.0%**	**100.0%**	**0.94%**	**0.92%**	**2,213,199**	**100.0%**	**100.0%**	**1.00%**	**2,189,119**	**100.0%**	**100.0%**	**-0.97%**	**0.94%**	**8.09%**	**4.62%**	**3.34%**
POLICY TARGET BENCHMARK				*1.54%*	*0.89%*				*1.29%*				*-0.63%*	*1.54%*	*6.46%*	*5.10%*	*3.86%*

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.